CHAPTER NO. 379

SENATE BILL NO. 1673

By Clabough, Atchley, Williams

Substituted for: House Bill No. 1396

By McDaniel

AN ACT To amend Tennessee Code Annotated, Sections 50-7-403(b)(1), 50-7-403(g) and 50-7-451(b)(1), relative to the employment security law.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 50-7-403(b)(1)(A), is amended in the last sentence of such subdivision by deleting the language "premium rate tables 1, 2, 3, 4, 5, 6, 7, 8, 9 and 10" and substituting instead the language "premium rate tables 1, 2, 3, 4, 5 and 6".

SECTION 2. Tennessee Code Annotated, Section 50-7-403(b)(1)(B), is amended in the sixth sentence of such subdivision by deleting the language "premium tables 1, 2, 3, 4, 5, 6, 7, 8, 9 and 10" and substituting instead the language "premium rate tables 1, 2, 3, 4, 5 and 6".

SECTION 3. Tennessee Code Annotated, Section 50-7-403(g), is amended by deleting the first sentence of such subsection in its entirety and by substituting instead the following:

Variations from the standard rate of premiums for employers other than those referred to in Section 50-207(b)(3)(A) and (B) shall be determined, beginning July 1, 2001, by the reserve ratio of each employer in accordance with premium rate tables 1, 2, 3, 4, 5 and 6 as set forth below, depending on the provisions of subsection (j).

This subsection is further amended by deleting the chart in such subsection which reads as follows:

Premium Rate Chart

Premium Premium Premium Premium Premium Premium

Premium Premium Premium Premium

Table 1Table 2Table 3Table 4Table 5Table 6 Table 7 Table 8 Table 9 Table10

Reserve million to to to to to to to toand over

Ratio \$350\$400\$450\$500\$550\$600\$650\$750

Percent millionmillion millionmillion million million million

20.0 and over .50 .45 .40 .30 .20 .15 .10 .05 .03 .00

18.0 and less than 20.0 .70	.65	.55	.35	.25	.20	.15	.10	.05	.05	
16.0 and less than 18.0 .90	.70	.65	.40	.30	.25	.20	.15	.10	.10	
14.0 and less than 16.0 1.1	.75	.70	.40	.37	.32	.27	.22	.17	.17	
12.0 and less than 14.0 1.3 1	1.2	1.0	.50	.45	.40	.35	.30	.25	.25	
11.0 and less than 12.0 1.6 1	1.4	1.2	.75	.68	.60	.55	.50	.45	.30	
9.5 and less than 11.0 2.1 1	1.8	1.5	1.0	.90	.80	.75	.70	.65	.50	
8.0 and less than 9.5 2.5 2	2.1	1.8	1.2	1.1	1.0	.95	.90	.85	.70	
7.0 and less than 8.0 2.9 2	2.5	2.1	1.5	1.4	1.3	1.25	1.20	1.15	1.0	
6.0 and less than 7.0 3.3 2	2.8	2.4	1.8	1.7	1.6	1.55	1.50	1.45	1.3	
5.0 and less than 6.0 3.8 3	3.2	2.7	2.1	2.0	1.9	1.85	1.80	1.75	1.6	
2.7 and less than 5.0 4.1 3	3.5	3.0	2.4	2.3	2.2	2.15	2.10	2.05	1.9	
0.0 and less than 2.7 4.5	3.9	3.3	3.0	2.7	2.6	2.55	2.50	2.45	2.3	
Less than 0.0 and more than -2.0 5.0 5.0 5	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0		
-2.0 and more than -4.0 5.5 5	5.5	5.5	5.5	5.5	5.5	5.5	5.5	5.5	5.5	
-4.0 and more than -6.0 6.0 6	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	
-6.0 and more than -8.0 6.5 6	6.5	6.5	6.5	6.5	6.5	6.5	6.5	6.5	6.5	
-8.0 and more than -10.0 7	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0
-10.0 and more than -12.0 7	7.5	7.5	7.5	7.5	7.5	7.5	7.5	7.5	7.5	7.5
-12.0 and more than -14.0 8	3.0	8.0	8.0	8.0	8.0	8.0	8.0	8.0	8.0	8.0
-14.0 and more than -16.0	8.5	8.5	8.5	8.5	8.5	8.5	8.5	8.5	8.5	8.5
-16.0 and more than -18.0	9.0	9.0	9.0	9.0	9.0	9.0	9.0	9.0	9.0	9.0
-18.0 and more than -20.0	9.5	9.5	9.5	9.5	9.5	9.5	9.5	9.5	9.5	9.5
-20 and under10.010.010.010.0 10.0 10.0 10.0 10.0 10										

Premium Rate Chart for Nongovernmental Employers

and substituting instead the following new chart:

PremiumPremiumPremiumPremiumPremium Table 1 Table 2 Table 3 Table 4 Table 5 Table 6

Premium

Reserve Ratio Percent	Trust Fund under \$450 Million	Trust Fund \$450 to under \$525 million	Trust Fund \$525 to under \$600 million	Trust Fund \$600 to under \$675 million		Trust Fund \$750 million and over		
20.0 and over	0.50	0.45	0.40	0.30	0.15	0.00		
18.0 and less	than 20.	0 0.70	0.65	0.55	0.35	0.20	0.05	
16.0 and less	than 18.	0 0.90	0.70	0.65	0.40	0.25	0.10	
14.0 and less	than 16.	0 1.1	0.75	0.70	0.40	0.32	0.17	
12.0 and less	than 14.	0 1.3	1.2	1.0	0.50	0.40	0.25	
11.0 and less	than 12.	0 1.6	1.4	1.2	0.75	0.60	0.30	
9.5 and less t	han 11.0	2.1	1.8	1.5	1.0	0.80	0.50	
8.0 and less t	han 9.5	2.5	2.1	1.8	1.2	1.0	0.70	
7.0 and less t	han 8.0	2.9	2.5	2.1	1.5	1.3	1.0	
6.0 and less t	han 7.0	3.3	2.8	2.4	1.8	1.6	1.3	
5.0 and less t	han 6.0	3.8	3.2	2.7	2.1	1.9	1.6	
2.7 and less t	han 5.0	4.1	3.5	3.0	2.4	2.2	1.9	
0.0 and less t	han 2.7	4.5	3.9	3.3	3.0	2.6	2.3	
Less than 0.0 more than -2		5.0	5.0	5.0	5.0	5.0		
-2.0 and more	than -4.	0 5.5	5.5	5.5	5.5	5.5	5.5	
-4.0 and more	than -6.	0 6.0	6.0	6.0	6.0	6.0	6.0	
-6.0 and more	than -8.	0 6.5	6.5	6.5	6.5	6.5	6.5	
-8.0 and more	than -10	0.07.0	7.0	7.0	7.0	7.0	7.0	
-10.0 and mor	e than -1	12.0	7.5	7.5	7.5	7.5	7.5	7.5
-12.0 and mor	e than -1	14.0	8.0	8.0	8.0	8.0	8.0	8.0
-14.0 and mor	e than -1	16.0	8.5	8.5	8.5	8.5	8.5	8.5
-16.0 and mor	e than -1	18.0	9.0	9.0	9.0	9.0	9.0	9.0
-18.0 and mor	e than -2	20.0	9.5	9.5	9.5	9.5	9.5	9.5
-20 and under	10.0	10.0	10.0	10.0	10.0	10.0		

SECTION 4. Tennessee Code Annotated, Section 50-7-451(b)(1), is amended by deleting the language "January 1, 1999" in the first sentence of such subdivision and substituting instead the language "July 1, 2001".

This subdivision is further amended by deleting the language "premium tables 1, 2, 3, 4, 5, 6, 7, 8, 9 and 10" in the first sentence of such subdivision and substituting instead the language "premium rate tables 1, 2, 3, 4, 5 and 6".

This subdivision is further amended by deleting the language "premium table 10" in the second sentence of such subdivision and substituting instead the language "premium rate table 6".

SECTION 5. This act shall take effect July 1, 2001, the public welfare requiring it.

PASSED: June 4, 2001

JOHN S. WILDER SPEAKER OF THE SENATE

JIMMY NAIFEH, SPEAKER DUSE OF REPRESENTATIVES

APPROVED this 12th day of June 2001

DON SON DOUIST GOVERNOR